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FY2006 Approved Budget

County Executive's Address

May 2, 2005

Mr. Chairman, Members of the Council, Honored Guests, Friends, Fellow Citizens:

Today marks the seventh time that I have come down to the Council Chambers to report on the state of Anne Arundel County and to present my proposed budget for the next fiscal year. Over these seven years, we may have pursued different pathways to change, but together, we have transformed this County in ways that will endure long after our terms of office have expired.

Our legacy will be that we changed Anne Arundel County from a sleeping giant to a major force in this State. This County is now stronger than ever before, our quality of life is first-rate, and there is no looming uncertainty in our County's future.

Every one of my budgets and budget messages has held firm to certain of my core beliefs. First, public education is the number one funding priority. Second, the expansion of the defense, the high-tech, and the intelligence industry sectors is vital to sustaining the creation of high-paying jobs and economic growth of the county. Third, the preservation of our remaining agricultural lands is critical and must be accelerated. Fourth, the basic infrastructure of the County -- public safety - public works - public facilities -- must have our vigilant attention if we expect to maintain our quality of life. Fifth, conservative fiscal management of the County's resources must be the cardinal rule -- that is how we have kept on course these seven years and that is how we will weather future economic squalls.

We now set our course for the seventh year, but first we need to look at our results of the last six years.

The total County dollars spent on public education have risen by more than 48%. The average teacher salary has increased by more than 30%, regardless of what you read in the newspapers. We have budgeted -- and hopefully spent – tens of millions of dollars on books and instructional materials for our children. We have spent nearly \$320,000,000 funding new construction, renovation and repair of our schools.

Our economic expansion is largely based on the growth of defense and homeland security contractors in the BWI corridor. This county ranks third in the State for defense contracts -- behind only St. Mary's and Montgomery Counties. We now have 100 defense contractors located here. These companies received \$1.16 billion in contracts, a 31% increase over the previous year.

We lead the State in new job creation and we have one of the lowest unemployment rates. During my tenure, we have issued permits for more than \$2 billion in commercial properties.

In land preservation, we invested in our quality of life by saving nearly 12,000 acres from development. In land control, we slowed down residential growth through my "no school waiver" policy. From my first year in office, single-home permits have declined more than 20% and townhouse permits have declined by nearly 50%.

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We wisely invested in infrastructure. We reconstructed 38 miles of roads and repaved 335 miles of roads. We embraced technology in our departments and in our schools. We built libraries, police stations and fire stations. We opened new parks and expanded others.

All this has been done through conservative fiscal management. We have managed to a budget surplus every year. We cut spending. We downsized. And we have basically kept the property tax level. We have been able to increase the average firefighter's pay by 34% and the average police officer's pay by 44%.

I am very proud of what we have accomplished. I am equally proud to submit this budget for fiscal year 2006. This is the best budget yet. The proposed operating budget exceeds \$1.1 billion and the proposed capital budget exceeds \$232 million. Every citizen will benefit in some way.

In the coming fiscal year, the property tax rate will go down. This County already has one of the lowest property tax rates in the State. When you scan the region, the tax rates tell the story: Baltimore City is \$2.308; Carroll County is \$1.048; Baltimore County is \$1.115; Harford County is \$1.072; and Howard County is \$1.044. Our County's tax rate is set for 93.1 cents (\$.931) in the coming year and the City of Annapolis is set for 55.5 cents (\$.555). We have one of the lowest income tax rates in the region, a rate that has gone unchanged by this County for 40 years and will not change this year.

In the last six years, property values have increased 74%. There is every indication this trend will continue. The increase has meant an unprecedented escalation of recordation taxes. These tax revenues have more than doubled over the last few years. This type of tax revenue, which will rise and fall with the fluctuations of the real estate market, has to be prudently invested in one-time infrastructure improvements. We cannot and will not develop any lasting dependence on this level of tax revenue. The lesson of the rise and quick fall of capital gains tax revenues serves as fair warning.

This proposed budget reaffirms our commitment to public education and our teachers. The Board of Education requested an increase in County funding of \$48.8 million and my proposed budget gives the Board \$49.6 million. The money is not allocated exactly the way the Board wanted because the Board did not include increases in debt service and self insurance costs in its budget request. These funds are now included because they are not voluntary payments.

Since the first day of my first campaign, I pledged that all available new funding would be directed at the teachers and the classrooms. This proposed budget lives up to that pledge. Our teachers are the ones that will make our school system a first rate public school system.

The new education budget has funds for 147 new teachers and 60 new instructional aides. The budget includes funding to keep 29 teachers and 16 instructional aides whose salaries were formerly funded through expiring Federal and State grant programs.

The 147 new teachers are spread out in various initiatives.

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There are 53 new teachers and 27 aides for the All-Day Kindergarten Program. There are 25 new teacher aides and one teacher to meet basic instructional needs for reading intervention. There are 10 mentor teachers and 4 math intervention teachers.

There are 48 new teachers to reduce class size at the high school level.

There are 6 new teachers, 5 new instructional aides, and 4 speech pathologists for early intervention and special needs programs. In fact, this budget fully funds all of the Board of Education's special needs requests of \$70 million. I have worked in special education and I know – from a professional and personal level – that children with special needs cannot wait for programs.

There are two new teachers for the next grade of the pilot International Baccalaureate program at Annapolis High School and Old Mill High School.

This proposed budget does not fund the expansion of the IB program into other schools. We need to evaluate the outcome of this pilot program before leaping ahead. We first need to direct available dollars to teachers. We will address other needs of the middle and high school students by funding six new teachers for the AVID program and adding 13 new teachers for the gifted and talented program.

At every school I visit, teachers tell me their concerns about the paperwork. My budget funds new electronic grading technology to help decrease time teachers spend on paperwork. Teachers will also be pleased to learn that more than \$500,000 has been funded for teacher classroom funds. I have said repeatedly that no teacher should have to buy school supplies out of his or her own pocket and this budget should end the need to do so.

In my many community visits, I continually hear about the need for textbooks. This budget funds \$13 million for new textbooks. In just a three-year period, we will have funded \$23,000,000 dedicated to textbooks with just County funds. That adds up to more than \$300 for each child - - K through 12 - - in our school system. In the past six-year period, we funded more than \$85 million on text books and instructional supplies, using a combination of federal, State and County funds. That adds up to more than \$1,100 for each child - - K through 12 - - in our school system.

My proposed budget has sufficient funds to give all teachers a 4% raise. I believe that a 4% raise is more important than funding other choices like an accelerated expansion of the IB program or an expansion of the Board's public relations office. The choice is with the Board of Education but I strongly recommend that the Board quickly resolve both the economic and non-economic deadlock with the teachers.

We acknowledge the staff in the School Health Program. They provide important health services to the students in our schools. The \$14.5 million appropriation is found in the general county budget. Next year, new staff is added and the nurses and support staff will receive 3% raises.

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This proposed budget fully funds the Board of Education's \$80.4 million Capital Budget request. I have added an additional \$13 million for school construction the Board hoped the State would fund this year but was not funded. We are able to do so with "one-time" funds.

Even though the Board did not ask, I have decided to accelerate three specific capital projects, each by one year. These projects include: \$5 million for the Lake Shore Elementary School, \$7 million for the Arundel Science Lab and Addition, and \$7 million for the Gambrills Elementary School. This sets the wheels in motion to work on the much needed Severna Park Middle School, which has been pushed forward three years.

I have also accelerated second-year construction funding for four capital projects, each by one year. These projects include Harman and Pasadena Elementary Schools, the North County High School Physical Education Facility, and the completion of the air conditioning for Arundel High School. We are not going to wait for the State to appropriate its share of the costs for Arundel High School - - the teachers and students have waited too long for air conditioning and they are not going to wait any more.

Our other branch of public education is our renowned community college. I have fully funded their requested operating budget. Included in this budget are 14 new faculty members to help the institution continue to excel. There are COLA and step raises for the entire college community. Also, there are funds in the capital budget for the Careers Building.

We are fortunate to have an outstanding library system in our county. The capital budget includes monies for systemic upgrades and expansion of the South County Library and the operating budget has been increased.

We are also fortunate to have a first class system of public safety. This proposed budget continues my strong commitment to our first responders. Our citizens require a high level of police, fire and emergency services. Our police and our fire forces risk their lives to meet that standard, and deserve all the support we can give them.

I can report that violent crime is down for the 3rd straight year and our police department was successful in solving a major "cold case" involving the murder of three females in the 1980s and 1990s.

This year we hired 61 new police officers and this budget has funding for 14 more police officers. We have to take steps to insure that our police force has the best crime-fighting tools available so we have accelerated the installation of the mobile data computers in each and every police vehicle.

We are advancing the funding for the addition to the Western District Police Station from Fiscal Year 2007 to Fiscal Year 2006 because we have to meet the growing needs of this expanding area of our County. A number of the new uniformed police officer positions will be assigned to this District while other new officers will be assigned to the Northern District "hot spot" and the Southern District.

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With the assistance of the Cliff Roop Foundation, the department has placed Automated External Defibrillators in Southern District cars and in our district police stations. The value of the AEDs is well appreciated by County Employee Gary Robert Glennon. He is here with us today thanks to an AED and some quick thinking officers who saved this county employee when he suffered a heart attack right in front of them. Mr. Glennon, Captain Athena Marpel, Lt. J. Doyle Batten, Sgt. Kathy Pleasant, Cpl. William Schepleng, Cpl. Brian Smith, Officer Thomas Middleton and Booking Officer Larry Branson, will you please stand? And, Ken Brannon, Brenda Desjardins, and Bob Eitel from the Cliff Roop Foundation, will you please stand?

Our Fire Department has made major progress as well. A record 152 new personnel are being hired during a monumental recruiting effort that will strengthen the department and improve its overall effectiveness. The increased staffing reflected in this budget will also reduce the County's historic reliance on overtime, because 113 of the new personnel will be deployed to a fourth shift beginning on January 1, 2007.

I am pleased to note that the Fire Department was the first in the State to apply Phase II Technology in our 911 operations center. This will enable the Department to determine the exact location of a caller dialing 911 from a cell phone.

We will soon be opening the new Severn Fire Station. We are funding the replacement Marley Fire Station in Fiscal Years 2006 and 2007 and we are funding the design and construction phase of the Deale Fire Station in Fiscal Years 2007 and 2008. On the recommendation of our new Fire Chief, I have included \$4.5 million for the design and construction of the Annapolis Neck Fire Station this coming year.

There are other new projects in the works. To help meet the health needs for our citizens in North County, I have included \$500,000 in grant money for North Arundel Hospital to support the new Women's Health Center program. I have also included \$500,000 to convert the former Odenton Library into an expanded senior center for the area.

In my last Inaugural Address, I announced the creation of a task force to look at ways our public servants could both live and work in Anne Arundel County. My Workforce Housing Task Force then studied programs to make that a reality.

We are working to implement a local version of a highly successful national program that will provide opportunities for families that have limited funds to buy a home or are credit-challenged.

These families, with a one percent personal investment, will be able to lease a home for three years, and then take title to the home if they have made their payments on time. This program will be implemented through bond sales and will be offered first to our local County workforce families whose incomes fall in the range of \$60-80,000 per year. The first offering will be approximately \$50,000,000 and it is anticipated that this will provide ownership opportunities for 100-125 families.

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In the environmental area, this budget continues my commitment to preserving our diminishing farmland and open space. We must save every acre we can before it is too late. I am proposing to use Program Open Space funds with County and federal funds to preserve the 575-acre Contee Farm in Edgewater. The farm's prime waterfront location, with more than one mile of shoreline, makes it a number one target for the developer's bulldozers. This farm should be protected for the benefit of all our citizens.

This budget also includes funding to help purchase the 400 acre Rockhold Creek Farm on Sudley Road in West River, one of the largest working farms in our County.

This Administration is building up an arsenal of tools to continue the aggressive enforcement of critical area violations. We just completed the first aerial survey of the Critical Area in the State. This was done with our new police helicopter and video camera. A CD Rom is now available to the public and for use by our inspectors when investigating complaints. Our inspectors, often with the advantage of our helicopter, continue to identify violations of the Critical Area Law and then enforce compliance with the law. Our County Attorneys have had numerous wins in court against those who knowingly harm our environment.

I spoke earlier of the absolute need for infrastructure investments with one-time money. As the Council knows, the number one capital project for the Department of Recreation and Parks has always been funding to rehabilitate and improve our existing County parks. My budget proposal includes \$4.7 million in "one time" funding for 177 projects to eliminate the backlog in park maintenance and upkeep. These funds will be used Countywide to make our parks even better places for our citizens to enjoy. These projects range from basketball court replacement at Freetown Park, to correcting chronic drainage problems at Cape St. Claire Park, to replacing outfield fences in Deale, and adding restrooms at Jug Bay's River Farm. We will also be able to upgrade all of our park's concession and restroom buildings.

I want to personally thank everyone who took the time to write and e-mail me, especially the children, about the Quiet Waters' Ice Rink. I have included \$300,000 in this budget so you can skate at Quiet Waters next year. We have funded \$3.5 million for ball fields at Lake Shore Athletic Complex and the Looper Park. We also have funded \$500,000 to finish the next phase of the popular WB & A Trail, bringing it to Patuxent Road. We have fully funded \$1.5 million for the first phase of the Broadneck Trail, and we have allotted \$400,000 for master planning and initial improvements in the Pasadena tract of land that was donated by the Weinberg Foundation.

I can report to you that we are negotiating a long-term lease with the City of Baltimore to manage the historic Fort Smallwood Park. This proposed budget funds \$1 million for a feasibility study and the environmental clean up of the park.

When I first took office, the County was not investing adequately in maintaining our roads. All of my budgets increased our level of spending to help keep our roads in a safe condition. During the last six years, my Administration has invested more than \$67.5 into maintaining our County roads, but much more needs to be done.

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This proposed budget will help tackle the backlog of maintenance - accumulated over decades on our County roads. All areas of the County will get a share of \$20 million in new "one time" funds to bring deteriorating roads up to an acceptable standard. I have directed the Department of Public Works to specifically target roads that are in our older communities. I have also increased annual funding for road repairs by \$6 million in Fiscal Year 2006 and in each successive year of our Capital program, bringing our annual commitment to \$17 million.

The waters of the Chesapeake Bay touch more than 500 miles of shoreline in our County. To help protect this unique County, State and National treasure, this budget includes \$5.6 million in funding for improvements to streams, creeks and other waterways, including the Crofton Tributary, the Bodkin/Main Dredging Project, Windsor Ridge and Broadneck Road.

These capital projects, coupled with our vigorous enforcement of Critical area violations, should show that we are doing our part to help protect the Chesapeake.

We all know that County government will never have all the funds to pay for the level of services our citizens want. We depend mightily on volunteers to fill the gap in our senior centers, recreation centers, and our schools. We also heavily depend on the hundreds of volunteer members of our County's Boards and Commissions. We simply could not get the work of government done without them.

I want to thank the chairman and members of the Planning Advisory Board for their professionalism and for volunteering countless hours each year. They pore over every capital project and make specific recommendations, which I try to follow as often as I can. Will the members of the Planning Board please stand so that you may be recognized?

We continue to support the non-profit programs that help women, children, and others in need of help. This budget also continues our commitment for senior services within the Community Center at Woods.

We also increased funds to continue our long-term commitment to the Anne Arundel County Cultural Arts Foundation and a number of regional cultural institutions. These commitments enhance our citizens' quality of life.

This proposed budget includes a 3% COLA and merit increases for all of our County employees. They represent the heart and soul of County government. During my years as County Executive, I have seen our County's best at their best. I can speak at length about many amazing acts of public service and dedication. The real proof is that our County has been recognized for excellence, with six national awards and numerous State and professional awards this year alone.

We should applaud our Health Department professionals who held highly successful flu clinics for 20,000 of our residents during this winter's nationwide shortage of vaccine. We should commend the staff in Planning and Zoning and the Office of Law who tackled the enormous task of rewriting the subdivision and zoning code for the first time in three decades. We should thank the Department of Public Works personnel who made sure the West County Library and the new PEG studio in Glen Burnie were completed and opened.

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Budget Message

County Executive's Address

This County has an array of companies that develop and apply technology to analyze and interpret vast amounts of data. In this era of homeland security, these companies bring high-paying jobs while they help protect the security of our nation. Indeed, they bring national stature to our County.

We have a very close relationship with NSA, the Nation's intelligence center. We partnered with NSA to make our Chesapeake Innovation Center the first homeland security incubator in the United States. Our other partners, who have poured dollars and talent into the CIC, are Northrop Grumman, Innovent Nokia, and Bearing Point. NSA just awarded a \$445,000 contract to the CIC to help identify small companies that might benefit NSA and our country's security and response capability. We expect some of the companies in the incubator to soar onto the national scene or to quietly shore up our national security. The least they will do is make their mark in information technology.

During the past six years, the County has itself looked to information technology to better serve our citizens. Our website, our E-permit program, our transportation program for our seniors - - these are just some examples of your County in the digital age. You will find funding in every department of government, and the Office of Technology, to move the County ahead in this ever-changing wireless era.

The diversity of our County workforce is being matched with the more recent diversity of contractors that do business with our County. I am personally committed to a marketplace that expands opportunity for everyone and uses the best means to achieve success. Some jurisdictions trumpet their success by using mandatory set-asides. In this County, we work toward genuine marketplace inclusion on a voluntary basis with hard work, not through legislation. The results are impressive. In the last four years, we increased contracts for minority and women-owned businesses from \$11 million to \$20 million.

Change - - at least lasting change - - demands commitment and persistence. In my proposed budget, you will find the funding to complete the Bates project. This major project is a symbol of unwavering commitment to change and 24 years of persistence to achieve it. The Wiley H. Bates High School holds a unique place in the history of this County. The senior housing, the senior center, and the Boys & Girls Club that will soon occupy its hallowed halls will keep alive the Bates spirit. I intend to be present at the grand opening before I leave office as your County Executive.

We have witnessed, and have often orchestrated, sweeping changes in our County. We have some eighteen months left to make the changes essential to ensure that our giant of a County is thriving when we leave office. We should do so.

This County is on a firm foundation. Let's pass this budget and then move on to change what needs to be changed this year so that the foundation is stronger next year. Let's keep our eye on the future. I am reminded of the words of President Kennedy who said:

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County Executive's Address

"Change is the law of life. And those who look only to the past or present are certain to miss the future."

Let's not miss the future.

Let's not miss any opportunity we have to set the future course of this great County. If we do that -- today and tomorrow -- then one day we will proudly share the credit for the legacy of Anne Arundel County.

Thank you.

Financial Policies

FY2006 Approved Budget

Outline of Financial Policies

Anne Arundel County's financial policies and guidelines provide the basic framework for the development of the FY2006 budget. These policies and guidelines provide direction for evaluating both current activities and proposals for future programs during the budget process. Many of the policies and guidelines represent long-standing principles and practices that have shaped County budgets in the past and have helped maintain the County's financial stability. The policies and guidelines are reviewed annually.

Operating Budget

- 1. The budget will be balanced.
- 2. The County will maintain a budgetary control system to insure adherence to the budget and will hold monthly meetings to review reports comparing actual revenue collections and expenditure commitments to budgeted amounts.
- 3. The County will devote resources for loss prevention activities to lessen losses experienced by the County's self-insurance fund.
- 4. The County will endeavor to fund recurring expenses with recurring revenue. One-time revenue should be utilized for PayGo capital projects or to enhance reserves.
- 5. Given the County's property tax revenue limitation, the County will utilize techniques to smooth year-to-year expenditures so as to avoid volatile annual total expenditure swings.
- 6. The County will maximize its property tax realization under the property tax revenue limitation Charter provision.
- 7. The County will utilize multi-year forecasts to evaluate the impact of budget decisions.
- 8. The County will endeavor to maintain a diversified and stable revenue system so as to minimize exposure to economic cycles.
- 9. The County will aggressively pursue the collection of revenue it is due.
- 10. The County will regularly review user charges and permit fees so as to keep them in line with actual costs.
- 11. The County will conservatively estimate revenues.

Outline of Financial Policies

Capital Budget

- 1. The County will endeavor to maintain its current AA+/Aa1/AA+ bond ratings and continue its quest to receive a Triple A bond rating
- 2. The County will employ a debt affordability model so as to monitor and comply with its debt policies.
- 3. The guidelines utilized for the debt affordability model are as follows:

	Guideline						
		Tax Increment Special Taxing District					
<u>Measure</u>	Tax Supported Debt	Other Revenue Supported Debt					
Debt to Operating Income	9.0%	1.0%					
Debt to Personal Income	3.0%	0.5%					
Debt to Full Value Assessment	1.5%	0.25%					
Debt per Capita	\$1,500	\$200					
Percentage of Tax Supported Debt		15%					

- 4. Commercial paper issued to finance the construction of capital projects shall be limited to a two-year maturity.
- 5. Tax supported debt issued to finance General County projects shall generally be limited to a twenty-year maturity, and have an average life of less than ten years.
- 6. Utility Fund and Solid Waste Fund debt shall first be revenue supported debt, but may utilize a general obligation pledge as a secondary debt service source, however these Funds shall be individually self-supporting.
- 7. All County debt shall have a component of annual repayment.

Outline of Financial Policies

Fund Balance

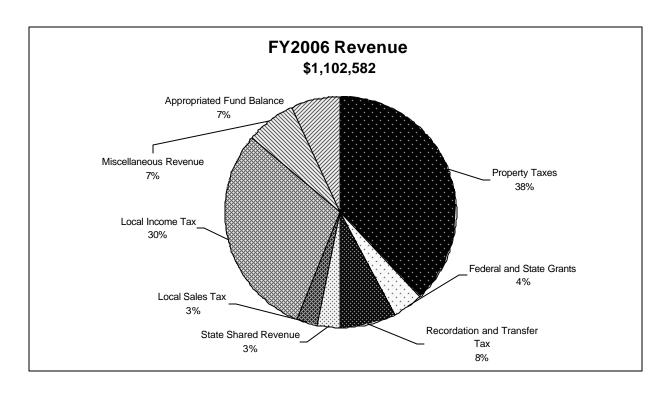
- 1. The County shall maintain a Revenue Stabilization Fund that shall be equal to 10% of the previous three-year average of income tax, recordation tax and transfer tax receipts and investment income. The purpose of the fund is to provide a source of funds should revenue estimates in the current year not be achieved.
- 2. Before the Revenue Stabilization Fund may be accessed, every effort to reduce expenditures shall be employed.
- 3. If the Revenue Stabilization Fund is utilized, the Fund shall be replenished within three years.
- 4. The General Fund should generate a fund balance of at least \$5 million each year.
- 5. Undesignated fund balance shall be utilized as a source of PayGo funding or to fund the Revenue Stabilization Fund.
- 6. The Utility Fund shall endeavor to have a fund balance of approximately two months of operating expenses. The Solid Waste Fund shall endeavor to have a fund balance of 10% of operating revenue.

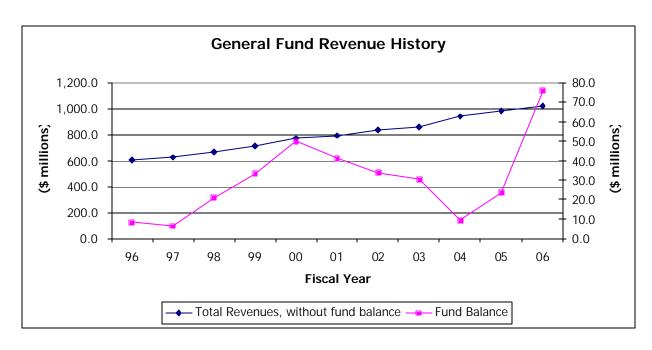
Major Changes in Financial Policies and Guidelines

- The establishment of a three-year repayment policy if the Revenue Stabilization Fund is utilized
- The General Fund should generate a fund balance of at least \$5 million each year
- The Solid Waste Fund should have a fund balance of 10% of operating income

Revenue Summary

General Fund Revenues





Revenue Summary

Comparative Statement of Revenues

Fund: General Fund

	FY2004	FY2005	FY2005	FY2006	Inc (Dec)
Sources of Income	Actual	Estimate	Revised	Estimate	from Est.
Property Taxes	386,355,438	396,276,000	399,639,000	418,898,000	22,622,000
Local Income Tax	298,065,106	305,873,000	310,698,000	331,786,000	25,913,000
State Shared Revenues	25,744,976	28,848,000	29,363,000	35,797,000	6,949,000
Grants and Aid - State/Fed	43,682,563	44,886,500	46,837,200	46,326,400	1,439,900
Recordation & Transfer Tax	99,053,108	75,611,000	105,086,000	87,000,000	11,389,000
Local Sales Taxes	29,255,189	30,613,000	29,161,000	30,049,000	(564,000)
Licenses and Permits	15,154,019	14,315,400	14,932,100	17,055,200	2,739,800
Investment Income	1,234,180	1,753,000	2,840,000	3,969,000	2,216,000
Other Reimbursements	26,114,949	26,678,900	25,510,500	32,840,300	6,161,400
Interfund Reimbursements	17,002,509	20,576,000	21,450,000	22,976,400	2,400,400
Total County Revenue	941,662,037	945,430,800	985,516,800	1,026,697,300	81,266,500
Fund Balance (Appropriated)	0	23,569,200	23,569,200	75,884,700	52,315,500
Total	941,662,037	969,000,000	1,009,086,000	1,102,582,000	133,582,000

Explanation of Significant Changes

- Excluding appropriated fund balance, General Fund revenues are projected to increase by 8.6% over the original FY2005 estimate of one year ago, and 4.2% over the revised FY2005 estimate.
- At the present time, the most volatile revenue category is recordation and transfer taxes. The fact that the revised FY2005 estimate for this category has been increased by nearly 40% over the original estimate is the primary reason for such a difference in these two FY2006 revenue growth rates.
- The estimated growth in state shared revenues of 24% is primarily due to the restoration of Highway User Fee revenues which were cut in the FY2004 budget.
- The estimated growth in other reimbursements of 23% is primarily due to an accounting change whereby approximately \$5 million of revenues and expenditures associated with operation of the County's two golf courses are now being accounted for in the General Fund. This category also includes the increased revenue associated with the approved increase in the 911 Service Fee from \$0.50 to \$0.75 per month.
- The 19% increase in licenses and permits is partially driven by the approved increase in the grading permit fee.

Revenue Summary

The following charts compare Anne Arundel County to neighboring jurisdictions.

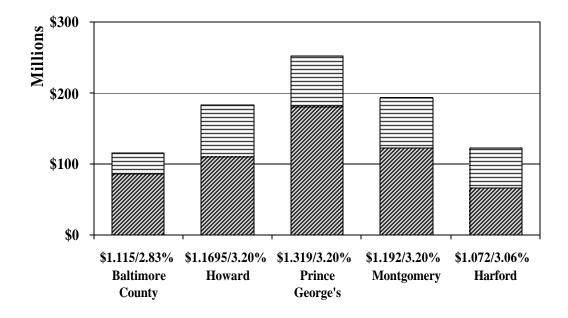
The view from an individual perspective:

	Property Tax \$190,400 Home	Income Tax <u>\$50,000 T.I.</u>	Solid <u>Waste</u>	<u>TOTAL</u>
Anne Arundel	\$1,773	\$1,280	\$275	\$3,328
Baltimore County	\$2,123	\$1,415	\$0	\$3,538
Howard County	\$2,227	\$1,600	\$175	\$4,002
Montgomery County	\$2,270	\$1,600	\$177	\$4,047
Prince George's	\$2,511	\$1,600	\$202	\$4,313
Harford County	\$2,041	\$1,530	\$0	\$3,571

The view from a countywide perspective:

Additional Revenue If Anne Arundel Taxed As....

(Anne Arundel Property Tax Rate \$0.931 Income Tax Rate 2.56%)



Revenue Summary

Comparative Statement of Revenues

Fund: Other Funds

Tana. Other rands	FY2004	FY2005	FY2005	FY2006	Inc (Dec)
Funding Source	Actual	Estimate	Revised	Estimate	from Est.
Enterprise Funds	110000		11011000		
Utility Operations	64,470,600	67,198,800	66,418,500	77,935,100	10,736,300
Utility Debt Service	28,361,400	31,876,100	34,029,400	34,471,800	2,595,700
Maryland City Alt. Min. Tax	1,806,100	1,809,500	1,763,500	1,924,500	115,000
Solid Waste	38,853,900	37,686,000	38,120,000	44,713,000	7,027,000
Solid Waste Financial Assur.	491,200	491,200	491,200	431,600	(59,600)
Child Care	2,084,344	2,524,500	2,330,000	2,810,300	285,800
Internal Service Funds					
Print Shop	1,238,300	1,200,000	1,370,800	1,313,600	113,600
Self-Insurance	9,055,700	12,325,000	16,406,100	14,940,000	2,615,000
Health Insurance	50,943,427	62,123,000	61,500,000	64,087,700	1,964,700
Central Garage - Operations	7,452,300	10,703,200	10,703,200	12,298,200	1,595,000
Central Garage -					
Replacement	0	8,200,000	8,200,000	9,210,500	1,010,500
Fiduciary and Special Debt Se	rvice Funds				
Pension	6,008,756	7,069,000	6,956,300	7,154,800	85,800
IPA Debt Service	1,699,193	130,000	130,000	416,000	286,000
Special Revenue Funds					
Whitmore Garage	389,200	362,000	357,400	362,000	0
Developer Street Light	357,700	1,000,000	1,000,000	1,000,000	0
Forfeit & Asset Seizure	371,579	365,600	344,000	320,000	(45,600)
Visitor & Conference	787,400	820,000	820,000	840,000	20,000
Economic Development	787,400	820,000	820,000	840,000	20,000
Incentive Loan	150,000	250,000	250,000	250,000	0
Piney Orchard WW Service	469,000	600,000	600,000	600,000	0
Systems Reform Init.	3,506,451	3,565,600	3,270,100	3,064,800	(500,800)
Laurel Impact Fee	423,074	400,000	400,000	400,000	0
Inmate Benefit	919,381	809,000	886,000	870,000	61,000
Reforestation	1,877,338	450,000	1,650,000	1,100,000	650,000
Workforce Development	1,785,300	2,800,000	1,800,000	2,400,000	(400,000)
Community Development	0	0	0	6,629,400	6,629,400
Tax Increment Financing and	Special Tax D	istrict Funds			
Nursery Road Tax Increment	2,921,606	3,114,000	3,255,000	3,771,000	657,000
West County Tax Increment	931,595	1,093,000	1,192,000	1,535,000	442,000
Farmington Village Spcl Tax	461,245	454,900	459,400	469,400	14,500
Park Place Tax Increment	0	13,000	18,000	18,000	5,000
Arundel Mills Tax Increment	3,332,303	3,167,000	3,206,000	3,500,000	333,000
Parole Tax Increment	2,410,336	2,842,000	2,870,000	3,644,000	802,000
Nat'l Business Park Tax Dist	51,826	0	0	0	0
Dorchester Special Tax Dist	813,174	938,300	903,800	1,068,600	130,300
	235,211,128	267,200,700	272,520,700	304,389,300	37,188,600

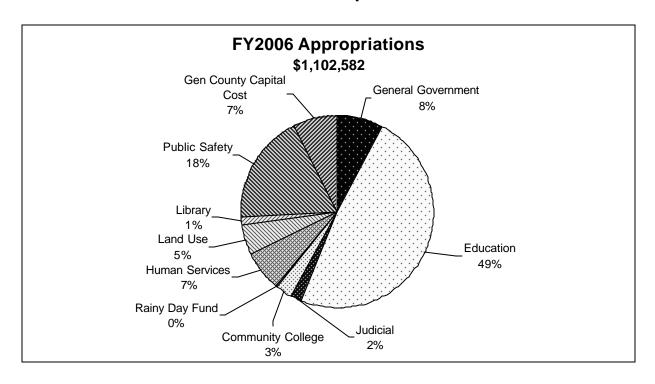
Revenue Summary

Explanation of Significant Changes

- The increase in Utility Operations Fund revenue from FY2005 to FY2006 reflects a change in the water rates from \$1.86 per thousand gallons to \$2.00 per thousand gallons effective July 1, 2005. In addition, there is a new service billing fee which adds \$6.00 per billing cycle for metered water and wastewater or \$3.00 per billing cycle for un-metered wastewater.
- The increase in Solid Waste Fund revenue from FY2005 to FY2006 reflects a change in the per household rate from \$234 to \$275.
- The Community Development Fund is created effective July 1, 2005 and replaces the Community Development class of capital projects in the Capital Budget and Program in order to comply with Generally Accepted Accounting Principles.

Expenditure Summary

General Fund Expenditures



General Fund Operating Budget Review of Increases (excluding PayGo, Revenue Reserve Contribution and Golf Courses)									
	FY2006 Approved	Increase	%	Avg. Past 3 yrs					
Board of Education	\$509.4	\$49.1	10.7%	5.2%					
Community College	\$31.7	\$3.6	12.8%	8.0%					
Public Safety	\$202.2	\$18.9	10.3%	5.7%					
Everything Else	\$284.6	\$20.2	7.6%	3.3%					

Budget Message *Expenditure Summary*

Life Long Learning

Board of Education

- County Contribution to the Board of Education budget increases by \$49.1 million, a 10.7% increase, and includes:
 - o Full funding of the **All Day Kindergarten** expansion request
 - o Full funding of the *Charter School* implementation request (i.e., monies are set aside in the CAO Contingency account for this purpose)
 - Full funding of the \$31.3 million "Employee-Related" request, including funds sufficient to support a 4% COLA for teachers
 - Full funding of the Board's request for a total of \$13 million per year for textbooks (these funds have been placed in the Capital Budget)
 - o Full Funding of an additional 5.0 **ESOL** positions
 - o Full funding of all of the requests for **Special Education** increases
 - Full funding of the \$2.7 million increase requested for transportation
 - o Full funding for increased *fuel and utilities* costs
 - o Full funding of the **copiers** request
 - o Full funding of the *long term substitute pay* increase request
 - o Full funding for the \$1.2 million in various *information management*
 - o Full funding for the *reading intervention* request
 - o Full funding for the increase requested for *mathematics*
 - o Full funding for the requested increase in the **AVID** program
 - o Full funding of the *talent development* initiative
 - Full funding for the next grade for the *International Baccalaureate* program at Annapolis High School and Old Mill High School
 - o Full funding of the *itinerant teachers* request
 - o Full funding of the **system accountability** positions
 - o Full funding for the new elementary electronic grade reporting
 - o Full funding of the *high school class size reduction* request
 - o Full funding for the **teacher classroom funds** request

Budget Message *Expenditure Summary*

	Total	Teachers	Aides / Technicians	Othe
Full day Kindergarten	80	53	27	
Re-organization of Capital Planning	6	-	-	6
Over-hired staff	12.4	_	5.6	6.8
Textbooks	12.7	_	-	1
ESOL	5	4	_	1
Reading Intevention	21	1	20	-
Math Intervention	2	1	-	1
AVID	7	6	_	1
Gifted and Talented	13	13	_	_
Mentors	10	10	-	_
IB 11th gr @ Annap & Old Mill	2	2	-	_
Middle School Itinerants	3	3	-	-
Sys. Account for Struggling Schools	3	3	-	-
Home Based	2	1	1	-
Spec Ed ECI	3	2	1	-
Elementary Grading	2	1	-	1
Speech Pathologists	3.5	-	-	3.5
Spec Ed Secondary/Life Skills	3	2	1	-
SE Behavior Mgt	3	1	2	-
High School Class Reduction	48	48	-	-

Expenditure Summary

Community College

- County Contribution to the Community College budget increases by \$3.6, an 12.8% increase
- Fully funds the Community College's operating budget request including:
 - All built-in cost increases, including increased cost of lease at Arundel Millis location
 - o 14 new faculty members
 - Pay increases for all staff consistent with those provided to County employees
 - Pay increases for adjunct faculty

Library

County Contribution to the Library operating budget increases by \$428,000

Public Safety

Police Police

- Police Department budget increases by \$7.6, a 10% increase
- Funds 14 new uniformed positions in the Police Department
- Funds 38 additional personal patrol vehicles (PPVs)

Fire

- Fire Department budget increases by \$9.8, a 14% increase
- Includes 113 newly funded positions to prepare for deployment of a fourth shift on January 1, 2007
- Provides an additional \$600,000, for a total of \$1,750,000 per year, for the pumper and ladder truck replacement program
- Civilianization of the fire inspections function

Expenditure Summary

Detention Facilities

- Department of Detention Facilities budget increases by \$1.6, an 4.9% increase
- Funds the creation of a Corporal rank for 40 existing positions

<u>Sheriff</u>

• Funds a staff support position to deal with warrant and domestic violence orders

States Attorney

- Provides County funding for an Assistant State's Attorney position where grant funding has lapsed, and alternative grant funding for another Assistant State's Attorney position where grant funding lapsed
- Funds a new paralegal support position
- Contingency funds available for mid-year staffing for work load generated by newly authorized judges by the State

General County Government

- All other budgets increased by \$20.2 million, a 7.6% increase
- Provides funding to maintain existing levels of service in all agencies
- Provides additional staff in the following departments:
 - Office of Law (1 attorney)
 - o Central Services (2 facility maintenance mechanics)
 - Finance (1 accountant)
 - o Personnel (1 personnel analyst)
 - o Inspections & Permits (1 zoning inspector and 1 management aide)
 - o Public Works (3 maintenance workers ad 1 equipment operator)
 - Health (1 environmental sanitarian)
 - o Recreation & Parks (1 park ranger, 1 maintenance worker, 1 mgmt aide)

Capital Budget Summary

FY2006 DEBT AFFORDABILITY

	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
New Authority, Normal	\$90,000,000	\$90,000,000	\$90,000,000	\$90,000,000	\$90,000,000	\$90,000,000
New Authority, IPA	\$1,700,000	\$3,500,000	\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000
Not used in FY05	\$17,000,000	****	****	*** ***	*** ***	
Total New Authority	\$108,700,000	\$93,500,000	\$93,000,000	\$93,000,000	\$93,000,000	\$93,000,000
Debt Service as % of Revenues (9%)	7.1%	7.3%	7.5%	7.7%	7.7%	7.7%
Debt as % of Est. Full Value (1.50%)	1.19%	1.23%	1.21%	1.19%	1.19%	1.20%
Debt Per Capita (\$1,500)	\$1,158	\$1,264	\$1,328	\$1,385	\$1,435	\$1,479
Debt to Personal Income (3.0%)	2.5%	2.6%	2.6%	2.6%	2.6%	2.6%
Debt Service	\$72,339,329	\$78,366,481	\$84,904,921	\$90,601,785	\$95,362,405	\$100,156,242
Debt, at end of fiscal year	\$588,217,710	\$646,329,992	\$683,617,875	\$717,526,130	\$748,616,610	\$776,684,890
General Fund Revenues	\$1,021,600,000	\$1,074,600,000	\$1,127,100,000	\$1,181,900,000	\$1,238,800,000	\$1,297,900,000
Est. Full Value (\$000)	\$49,270,000	\$52,719,000	\$56,409,000	\$60,358,000	\$62,772,000	\$64,969,000
Population	507,760	511,240	514,720	518,200	521,680	525,160
Total Personal Income (\$000)	\$23,394,000	\$24,610,000	\$25,890,000	\$27,236,000	\$28,652,000	\$30,142,000

BONDS & PAYGO AFFORDABILITY COMPARED WITH USE OF BONDS & PAYGO IN APPROVED BUDGET

Bonds Affordability

	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011				
Affordable New Authority	108,700,000	93,500,000	93,000,000	93,000,000	93,000,000	93,000,000				
Use of New Bond Authority	100,227,000	100,069,000	81,440,000	93,547,000	85,432,000	80,327,000				
Amount Over (Under) Affordability	(8,473,000)	6,569,000	(11,560,000)	547,000	(7,568,000)	(12,673,000)				
PayGo Affordability										
Recurring Revenues for PayGo "One-Time" Revenue	25,000,000 56,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000				
Adjusted Affordability	81,000,000	25,000,000	25,000,000	25,000,000	25,000,000	25,000,000				
Use of PayGo	81,000,000	24,950,000	24,950,000	24,950,000	24,950,000	25,830,000				
Amount Over (Under) Affordability	0	(50,000)	(50,000)	(50,000)	(50,000)	830,000				
Bonds & PayGo Affordability (Combined)										
Bonds & PayGo Affordability	189,700,000	118,500,000	118,000,000	118,000,000	118,000,000	118,000,000				
Use of Bonds & PayGo	181,227,000	125,019,000	106,390,000	118,497,000	110,382,000	106,157,000				
Amount Over (Under) Affordability	(8,473,000)	6,519,000	(11,610,000)	497,000	(7,618,000)	(11,843,000)				

Project Class Summary

Council Approved

Project Class	(\$000) Total	Prior	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
General County	\$261,290	\$120,269	\$44,383	\$17,849	\$32,444	\$26,795	\$9,775	\$9,775
Community Development	\$55,631	\$55,631	\$0	\$0	\$0	\$0	\$0	\$0
Fire & Police	\$128,580	\$81,013	\$7,520	\$10,975	\$6,434	\$11,938	\$5,350	\$5,350
Recreation & Parks	\$145,927	\$104,870	\$22,157	\$5,000	\$4,350	\$4,400	\$2,750	\$2,400
Roads & Bridges	\$315,749	\$164,015	\$40,907	\$19,095	\$21,499	\$21,022	\$24,127	\$25,084
Traffic Control	\$8,097	\$3,137	\$660	\$860	\$860	\$860	\$860	\$860
Storm Drains	\$45,652	\$23,031	\$4,216	\$3,781	\$3,776	\$3,709	\$3,552	\$3,587
Waterway Improvement	\$42,581	\$21,311	\$5,595	\$4,176	\$3,778	\$3,215	\$3,056	\$1,450
School Off-Site	\$7,121	\$2,621	\$750	\$750	\$750	\$750	\$750	\$750
Board of Education	\$861,967	\$444,457	\$90,667	\$77,315	\$49,170	\$61,002	\$74,318	\$65,038
Community College	\$69,793	\$39,427	\$3,096	\$10,070	\$3,574	\$3,126	\$6,268	\$4,230
Library	\$50,575	\$32,185	\$3,640	\$2,950	\$2,950	\$2,950	\$2,950	\$2,950
General County	\$1,992,963	1,091,967	\$223,591	\$152,821	\$129,585	\$139,767	\$133,756	\$121,474
Waste Management	\$31,361	\$20,590	\$3,481	\$500	\$740	\$5,050	\$500	\$500
Solid Waste	\$31,361	\$20,590	\$3,481	\$500	\$740	\$5,050	\$500	\$500
Wastewater	\$391,110	\$200,312	\$36,956	\$29,496	\$44,880	\$29,068	\$25,110	\$25,288
Water	\$283,012	\$135,778	\$26,470	\$35,533	\$29,247	\$29,384	\$10,940	\$15,660
Utility	\$674,122	\$336,090	\$63,426	\$65,029	\$74,127	\$58,452	\$36,050	\$40,948
Grand	-Total: \$2,698,446	\$1,448,647	\$290,498	\$218,350	\$204,452	\$203,269	\$170,306	\$162,922

Fundi	ng So	ource	Summary

Council Approved

Funding Source	(\$000)	Total	Prior	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
General County									
Bonds									
General County Bonds		\$955,479	\$431,636	\$98,527	\$96,569	\$78,440	\$90,547	\$82,432	\$77,327
Revenue Bonds		\$26,000	\$26,000	\$0	\$0	\$0	\$0	\$0	\$0
IPA Bonds		\$30,107	\$12,907	\$1,700	\$3,500	\$3,000	\$3,000	\$3,000	\$3,000
Bond Anticipation Note		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Bonds		1,011,586	\$470,543	\$100,227	\$100,069	\$81,440	\$93,547	\$85,432	\$80,327
PayGo									
PayGo		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
General Fund PayGo		\$407,868	\$201,238	\$81,000	\$24,950	\$24,950	\$24,950	\$24,950	\$25,830
Bd of Ed PayGo		\$5,284	\$5,284	\$0	\$0	\$0	\$0	\$0	\$0
Community College Pay G	io	\$1,972	\$1,972	\$0	\$0	\$0	\$0	\$0	\$0
PayGo		\$415,124	\$208,494	\$81,000	\$24,950	\$24,950	\$24,950	\$24,950	\$25,830
Impact Fees									
Hwy Impact Fees Dist 1		\$13,602	\$11,690	\$1,912	\$0	\$0	\$0	\$0	\$0
Hwy Impact Fees Dist 2		\$3,901	\$3,617	\$284	\$0	\$0	\$0	\$0	\$0
Hwy Impact Fees Dist 3		\$5,916	\$4,441	\$1,475	\$0	\$0	\$0	\$0	\$0
Hwy Impact Fees Dist 4		\$10,642	\$11,369	(\$1,759)	\$760	\$272	\$0	\$0	\$0
Hwy Impact Fees Dist 5		\$3,897	\$3,497	\$400	\$0	\$0	\$0	\$0	\$0
Impact Fees - Ed		\$2,500	\$1,000	\$250	\$250	\$250	\$250	\$250	\$250
Ed Impact Fees Dist 1		\$23,776	\$18,101	\$1,975	\$3,700	\$0	\$0	\$0	\$0
Ed Impact Fees Dist 2		\$2,679	\$2,035	\$644	\$0	\$0	\$0	\$0	\$0
Ed Impact Fees Dist 3		\$2,994	\$2,694	\$300	\$0	\$0	\$0	\$0	\$0
Ed Impact Fees Dist 4		\$2,248	\$0	\$2,248	\$0	\$0	\$0	\$0	\$0
Ed Impact Fees Dist 5		\$1,754	\$1,754	\$0	\$0	\$0	\$0	\$0	\$0
Ed Impact Fees Dist 6		\$12,377	\$12,083	\$294	\$0	\$0	\$0	\$0	\$0
Ed Impact Fees Dist 7		\$4,043	\$3,693	\$350	\$0	\$0	\$0	\$0	\$0
Public Safety Impact Fees	;	\$1,856	\$1,318	\$538	\$0	\$0	\$0	\$0	\$0
Impact Fees		\$92,185	\$77,292	\$8,911	\$4,710	\$522	\$250	\$250	\$250
Grants & Aid									
Grants and Aid-CP Fed		\$2,881	\$2,446	\$435	\$0	\$0	\$0	\$0	\$0
Federal Aviation Auth		\$1,033	\$1,033	\$0	\$0	\$0	\$0	\$0	\$0
Fed Bridge Repair Prgm		\$8,245	\$2,732	(\$17)	\$0	\$2,250	\$1,037	\$1,351	\$892
EPA Erosion & Water Qlty	,	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Fed Grants		\$55,963	\$50,304	\$4,659	\$0	\$0	\$1,000	\$0	\$0
Grants and Aid - CP St		\$73	\$0	\$73	\$0	\$0	\$0	\$0	\$0
POS - Acquisition		\$16,550	\$10,750	\$1,800	\$2,000	\$500	\$500	\$500	\$500
POS - Development		\$17,378	\$13,278	\$2,450	\$650	\$1,000	\$0	\$0	\$0
MDE Erosion & Water Qlty	1	\$2,447	\$716	(\$129)	\$291	\$548	\$407	\$614	\$0
MD Waterway Improvement	ent	\$5,402	\$4,674	\$466	\$262	\$0	\$0	\$0	\$0
Maryland Higher Education	n	\$25,771	\$14,759	\$753	\$4,802	\$400	\$1,000	\$2,696	\$1,360
Inter-Agency Committee		\$186,417	\$89,838	\$20,613	\$14,187	\$17,075	\$16,176	\$17,088	\$11,440
Other State Grants		\$62,813	\$60,105	\$708	\$400	\$400	\$400	\$400	\$400
Grants & Aid		\$384,973	\$250,635	\$31,811	\$22,592	\$22,173	\$20,520	\$22,649	\$14,592
Other									
Developer Contribution		\$237	\$0	\$237	\$0	\$0	\$0	\$0	\$0
Developer Contribution		\$5,184	\$5,085	\$24	\$25	\$25	\$25	\$0	\$0
Other Funding Sources		\$12,869	\$11,710	\$34	\$225	\$225	\$225	\$225	\$225
Forfeiture		\$180	\$180	\$0	\$0	\$0	\$0	\$0	\$0
Insurance Recoveries		\$100	\$100	\$0	\$0	\$0	\$0	\$0	\$0

Funding Source Summary

Council Approved

Funding Source (\$000)	Total	Prior	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Miscellaneous	\$104	\$104	\$0	\$0	\$0	\$0	\$0	\$0
Project Reimbursement	\$750	\$750	\$0	\$0	\$0	\$0	\$0	\$0
Proceeds from Sale	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Bonds Previously Issued	\$289	\$289	\$0	\$0	\$0	\$0	\$0	\$0
City of Annapolis	\$268	\$268	\$0	\$0	\$0	\$0	\$0	\$0
Laurel Racetrack	\$535	\$535	\$0	\$0	\$0	\$0	\$0	\$0
PayGo Surplus	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Cable Fees	\$5,000	\$5,000	\$0	\$0	\$0	\$0	\$0	\$0
Critical Area Reforestation	\$2,900	\$2,900	\$0	\$0	\$0	\$0	\$0	\$0
Other BOE Agreements	\$7,047	\$5,950	\$1,097	\$0	\$0	\$0	\$0	\$0
School Waiver Fees	\$4,923	\$3,423	\$250	\$250	\$250	\$250	\$250	\$250
BOE Developer Contributions	\$8,935	\$8,935	\$0	\$0	\$0	\$0	\$0	\$0
Dorchester Tax District	\$16,000	\$16,000	\$0	\$0	\$0	\$0	\$0	\$0
Farmington Village Tax Dist	\$7,000	\$7,000	\$0	\$0	\$0	\$0	\$0	\$0
Natl. Bus Park Tax Dist	\$14,174	\$14,174	\$0	\$0	\$0	\$0	\$0	\$0
Nursery Road TIF Bonds	\$2,600	\$2,600	\$0	\$0	\$0	\$0	\$0	\$0
Other	\$89,095	\$85,003	\$1,642	\$500	\$500	\$500	\$475	\$475
General County	\$1,992,963	\$1,091,967	\$223,591	\$152,821	\$129,585	\$139,767	\$133,756	\$121,474
Solid Waste								
Bonds								
Solid Waste Bonds	\$16,284	\$8,813	\$2,681	\$0	\$240	\$4,550	\$0	\$0
Bonds	\$16,284	\$8,813	\$2,681	\$0	\$240	\$4,550	\$0	\$0
PayGo								
Solid Wst Mgmt PayGo	\$14,327	\$11,027	\$800	\$500	\$500	\$500	\$500	\$500
PayGo	\$14,327	\$11,027	\$800	\$500	\$500	\$500	\$500	\$500
Other								
Project Reimbursement	\$750	\$750	\$0	\$0	\$0	\$0	\$0	\$0
Other	\$750	\$750	\$0	\$0	\$0	\$0	\$0	\$0
Solid Waste	\$31,361	\$20,590	\$3,481	\$500	\$740	\$5,050	\$500	\$500

Funding Source Summary

Council Approved

Funding Source	(\$000)	Total	Prior	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Utility									
Bonds									
General County Bonds		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Water Bonds		\$210,517	\$102,991	\$19,630	\$28,871	\$22,613	\$22,800	\$4,500	\$9,112
WasteWater Bonds		\$250,557	\$149,250	\$26,787	\$18,788	\$27,789	\$10,820	\$8,841	\$8,282
Bonds		\$461,074	\$252,241	\$46,417	\$47,659	\$50,402	\$33,620	\$13,341	\$17,394
PayGo									
WasteWater PayGo		\$85,943	\$35,710	\$8,025	\$8,908	\$8,325	\$8,325	\$8,325	\$8,325
Water PayGo		\$76,545	\$32,787	\$6,890	\$7,462	\$7,434	\$7,384	\$7,240	\$7,348
PayGo		\$162,488	\$68,497	\$14,915	\$16,370	\$15,759	\$15,709	\$15,565	\$15,673
Grants & Aid									
Other State Grants		\$38,796	\$5,088	\$594	\$1,000	\$7,966	\$9,123	\$7,144	\$7,881
Grants & Aid		\$38,796	\$5,088	\$594	\$1,000	\$7,966	\$9,123	\$7,144	\$7,881
Other									
Developer Contribution		\$7,411	\$7,411	\$0	\$0	\$0	\$0	\$0	\$0
Other Funding Sources		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Project Reimbursement		\$1,500	\$0	\$1,500	\$0	\$0	\$0	\$0	\$0
City of Annapolis		\$1,618	\$1,618	\$0	\$0	\$0	\$0	\$0	\$0
User Connections		\$1,235	\$1,235	\$0	\$0	\$0	\$0	\$0	\$0
Other		\$11,764	\$10,264	\$1,500	\$0	\$0	\$0	\$0	\$0
Utility		\$674,122	\$336,090	\$63,426	\$65,029	\$74,127	\$58,452	\$36,050	\$40,948
Gra	nd-Total:	32,698,446	\$1,448,647	\$290,498	\$218,350	\$204,452	\$203,269	\$170,306	\$162,922

Capital Budget and Program Summary

Life Long Learning

Board of Education

- Fully funds the Board's \$80 million Capital Budget request for FY2006
 - o Recurring Projects totaling \$26.9 million
 - Student Safety
 - ADA Compliance
 - Systemic Replacements
 - Textbook Program
 - School Furniture Replacement
 - Vehicle Replacement
 - Major Capital Projects totaling \$52.7 million
 - All Day K and Pre-K Initiative
 - Marley Middle
 - Tracey's Elementary
 - Harman Elementary
 - Pasadena Elementary
 - Science Lab Modernization
 - North County High School PE Facility
 - Arundel High HVAC
 - Feasibility Studies
 - Lake Shore Elementary
 - Freetown Elementary
 - Planning/Engineering
 - Arundel High Science Lab and Addition
 - Gambrills Elementary
- Provides an additional \$13 million in County funding in FY2006 to cover lack of state funding which enables the completion of construction of:
 - Arundel High School A/C
 - North County PE Facility
 - o Pasadena Elementary School
 - Harman Elementary School
- Accelerates funding for several capital projects:
 - Severna Park Middle School from FY09-FY12 to FY06-09
 - o Arundel Science Lab and Addition from FY08 to FY07
 - o Gambrills Elementary School from FY08 to FY07
 - Lake Shore Elementary School from FY09 to FY08

Capital Budget and Program Summary

Community College

- Provides the final year of construction funding and FF&E for the new Administrative Services Building
- Funds the Careers Building renovation project with \$1.5 million for design in FY06 and \$11.8 million for construction in FY07-08
- Increases Campus Improvements funding to \$450,000 per year to cover a wide range of smaller requests

Library

• The Capital Budget includes \$690,000 in FY06 for systemic upgrades and expansion at the Deale Library

Public Safety

Police

- Accelerates funding for the installation of mobile data computers (MDCs) in patrol and detective vehicles to ensure completion of program to install 497 MDCs by the end of FY2007
- Accelerates funding for an addition at the Western District Police Station from FY2007 to FY2006

Fire

- Identifies replacement of the Deale Fire Station as the next station to be funded from the annual Fire Station Program
- Funds the design and construction of a new Annapolis Neck Fire Station in FY06/07

Detention Facilities

Funds a new annual maintenance project to allow for planned, cost effective improvements

Capital Budget and Program Summary

General County

- Provides \$20 million in one-time funding to improve all roads in the County with a rating of below 40
- Increases annual funding by \$6 million to \$17 million per year, an increase of over 50%, to ensure the road maintenance backlog no longer grows
- Funds the renovation of the old Odenton Library to accommodate augmented services for seniors in that area
- Accelerates funding for the renovation of the Old Sanitation Commission Building from FY07 to FY06
- Provides \$4.7 million in one-time funding to fix the entire identified backlog in parks renovation needs
- Continues to fund the \$1.2 million annual park renovation project to ensure such a backlog does not re-occur
- Provides funding for development of ball fields at the Lakeshore and Looper Park facilities
- Accelerates funding for the first phase of the Broadneck Trail, funding this phase with 100% County funds
- Accelerates funding for the Crofton Tributary Restoration project from FY09 to FY06
- Provides an additional \$300,000 in FY06 for the Main portion of the Bodkin/Main dredging project



Planning Advisory Board Comparison

	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011	<u>Total</u>
PAB Recommendation	119,818,000	109,741,000	102,191,000	111,427,000	95,802,000	99,583,000	638,562,000
County Executive Proposed	226,070,000	152,821,000	129,585,000	139,767,000	133,756,000	121,474,000	903,473,000
County Exec More (Less):	106,252,000	43,080,000	27,394,000	28,340,000	37,954,000	21,891,000	264,911,000

Projects Where The County Executive Proposes More Than Recommended By The PAB

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Project Title	PAB	County Exec	Variance Comment
ADA Workplace Modification	5,554,000	6,554,000	1,000,000 PAB Recommendation does not include latest cost information
Facility Renov/Repair	3,490,000	3,990,000	500,000 PAB Recommendation does not fund this project
North Arundel Hospital	1,950,000	2,450,000	500,000 PAB Recommendation does not fund this project
Old Sanitary Comm	100,000	2,000,000	1,900,000 PAB Recommendation does not fund this project
Information Technology Enhan	27,600,000	34,600,000	7,000,000 PAB Recommendation does not fund this project
Tracey's Es	0	1,183,000	1,183,000 PAB Recommendation does not fund this project
Harman ES	0	3,000,000	3,000,000 PAB Recommendation does not fund this project
Pasadena ES	0	4,219,000	4,219,000 PAB Recommendation does not fund this project
North County HS PE Facility	0	2,477,000	2,477,000 PAB Recommendation does not fund this project
Rockhold Creek Farm	0	2,800,000	2,800,000 PAB Recommendation does not fund this project
Contee Farm	0	6,375,000	6,375,000 PAB Recommendation does not fund this project
Severna Park MS	0	41,761,000	41,761,000 PAB Recommendation does not fund this project
Post Isabel Home Acquisition	0	581,000	581,000 PAB Recommendation does not fund this project
Bates High School	8,048,000	8,448,000	400,000 PAB Recommendation does not include supplemental funding
Fire/Police Project Plan	211,000	411,000	200,000 PAB Recommendation does not include latest cost information
Regional 911 Comm Backup	0	5,370,000	5,370,000 PAB Recommendation does not include supplemental funding
Deale Fire Station	0	4,500,000	4,500,000 PAB Recommendation does not fund this project
Annapolis Neck Fire Station	0	4,500,000	4,500,000 PAB Recommendation does not fund this project
WB & A Trail	3,535,000	4,035,000	500,000 PAB Recommendation does not include supplemental funding
Kinder Park Development	9,807,000	10,157,000	350,000 PAB Recommendation does not include supplemental funding
Park Renovation	11,728,000	16,478,000	4,750,000 PAB Recommendation does not include supplemental funding
East Park	11,507,000	12,020,000	513,000 PAB Recommendation does not include latest cost information
Harry & Jeanette Weinberg	1,930,000	2,230,000	300,000 PAB Recommendation does not include latest cost information
Bay Head Park	1,203,000	1,703,000	500,000 PAB Recommendation does not include supplemental funding
Quiet Waters Ice Rink Repair	0	300,000	300,000 PAB Recommendation does not fund this project
Fort Smallwood Park	0	1,000,000	1,000,000 PAB Recommendation does not fund this project
Davidsonville Park	3,526,000	4,026,000	500,000 PAB Recommendation does not include supplemental funding
Severn Danza Expan	4,359,000	4,409,000	50,000 PAB Recommendation does not include supplemental funding
Lake Shore Complex Expan	385,000	3,885,000	3,500,000 PAB Recommendation does not include supplemental funding
Bodkin/Main	390,000	690,000	300,000 PAB Recommendation does not include latest cost information
Lake Shore ES	0	13,173,000	13,173,000 PAB Recommendation does not fund this project
Qualified Zone Academy Bonds	0	550,000	550,000 PAB Recommendation does not fund this project
North County HS PE Facility	0	4,036,000	4,036,000 PAB Recommendation does not fund this project
Point Pleasant ES	0	15,018,000	15,018,000 PAB Recommendation does not fund this project
Gambrills ES	0	17,253,000	17,253,000 PAB Recommendation does not fund this project
All Day K and Pre K	5,100,000	25,100,000	20,000,000 PAB Recommendation does not fund this project
Private Utilities FGGM	0	150,000	150,000 PAB Recommendation does not fund this project
Textbooks	12,000,000	88,000,000	76,000,000 PAB Recommendation does not include supplemental funding
Arundel HS A/C	0	6,373,000	6,373,000 PAB Recommendation does not fund this project
Building Systems Renov '07	48,000,000	60,000,000	12,000,000 PAB Recommendation does not fund this portion of the project
School Furniture '06	0	3,000,000	3,000,000 PAB Recommendation does not fund this project
Upgrade Various Schools '06	0	2,650,000	2,650,000 PAB Recommendation does not fund this project
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Planning Advisory Board Comparison

Vehicle Replacement	0	2,100,000	2,100,000 PAB Recommendation does not fund this project
Aging Schools '06	0	910,000	910,000 PAB Recommendation does not fund this project
Strategic Plng Styd of W. Cn	0	10,000	10,000 PAB Recommendation does not fund this project
TIMS Electrical Upgrade '06	0	200,000	200,000 PAB Recommendation does not fund this project
Physical Plant Renov	0	1,020,000	1,020,000 PAB Recommendation does not fund this project
Campus Improvements	0	2,200,000	2,200,000 PAB Recommendation does not fund this project
Athletic Fac Renov Ph II	0	2,208,000	2,208,000 PAB Recommendation does not fund this project
Johnson Building Renov	0	1,506,000	1,506,000 PAB Recommendation does not fund this project
Road Resurfacing	0	172,000	172,000 PAB Recommendation does not include supplemental funding
Road Reconstruction	54,088,000	110,088,000	56,000,000 PAB Recommendation does not include supplemental funding
Chesapeake Center Dr	390,000	1,360,000	970,000 PAB Recommendation does not include latest cost information
Arundel on the Bay Rd		180,000	180,000 PAB Recommendation does not include latest cost information

338,508,000

Projects Where The County Executive Proposes Less Than Recommended By The PAB

Project Title	PAB	County Exec	Variance	Comment
Agricultural Preservation Prgm	50,280,000	47,620,000	(2,660,000)	PAB Recommendation does not include latest cost information
Fire Station Program	25,500,000	16,500,000	(9,000,000)	PAB Recommendation does not include latest cost information
Beverly Triton Beach	436,000	136,000	(300,000)	PAB Recommendation does not include latest cost information
Aurora Hills SD Rehab	2,006,000	1,339,000	(667,000)	PAB Recommendation does not include latest cost information
Tracey's Es	13,599,000	9,810,000	(3,789,000)	PAB Recommendation funds this portion of the project
Harman ES	16,575,000	13,575,000	(3,000,000)	PAB Recommendation funds this portion of the project
Pasadena ES	12,948,000	8,729,000	(4,219,000)	PAB Recommendation funds this portion of the project
Science Lab Modernization	19,683,000	13,683,000	(6,000,000)	PAB Recommendation funds this portion of the project
Walls & Partitions '06	15,990,000	6,000,000	(9,990,000)	PAB Recommendation funds this portion of the project
Severna Park MS	25,062,000	0	(25,062,000)	PAB Recommendation funds this project
Existing Util Study Upgrd	1,924,000	0	(1,924,000)	PAB Recommendation funds this project
Main Campus Utility & Topo	114,000	0	(114,000)	PAB Recommendation funds this project
Renovate Library Tutoring Cnt	109,000	0	(109,000)	PAB Recommendation funds this project
Traff Imp/Ring Rd Reloc	5,000,000	0	(5,000,000)	PAB Recommendation funds this project
Facilities Audit	150,000	0	(150,000)	PAB Recommendation funds this project
Library Materials	26,075,000	25,295,000	(780,000)	PAB Recom funds cost escalation of \$130k in FY06, with that number constant in Prgm
Annapolis Area Library	53,000	0	(53,000)	PAB Recommendation funds this project
Town Ctr Rds/MD32 Link	784,000	469,000	(315,000)	PAB Recommendation does not include latest cost information
East Park Drive	864,000	564,000	(300,000)	PAB Recommendatin does not include de-appropriation
Ferndale Sidewalk	429,000	364,000	(65,000)	PAB Recommendatin does not include de-appropriation
East West Blvd	13,728,000	13,628,000	(100,000)	PAB Recommendatin does not include de-appropriation
			(73,597,000)	-
County Executive Proposes More	(Less) Than PAR		264 911 000	-

County Executive Proposes More (Less) Than PAB: 264,911,000

Solid Waste Management Fund

no differences

Utility Fund

Independent Well Upgrd	0	1,400,000	1,400,000	PAB Recommendation does not include latest cost information
Herald Harbor WTP Upgr	0	200,000	200,000	PAB Recommendation does not include latest cost information
Crofton Meadows II WTP Upgr	(9,209,000)	0	(9,209,000)	PAB Recommendation does not include latest cost information